

Presentation to the Michigan House Appropriations Subcommittee on Transportation

Presented by Lance Binoniemi Vice President of Government Affairs

Tuesday, March 23, 2022





- New Revenues
- Revenue Cliff
- Asset Management
- Workforce Development
- Q&A



Infrastructure Investment and Jobs Act

- Federal Transportation Investment
 - ➢ FY 2021 \$1.125 B
 - ≻ FY 2022 \$1.529 B
 - ≻ FY 2023 \$1.557 B
 - ≻FY 2024 \$1.585 B
 - ≻ FY 2025 \$1.614 B
 - ≻FY 2026 \$1.644 B

*Annual Average Increase = \$460M

21st Century Infrastructure Commission

- 27 member commission comprised of state and independent industry experts appointed by Governor Snyder and legislative leaders.
- Developed a 188 page report with over 100 different recommendations involving our state's infrastructure.
- Found a need of \$2.2 billion more annually for next 20 years for transportation network in Michigan.

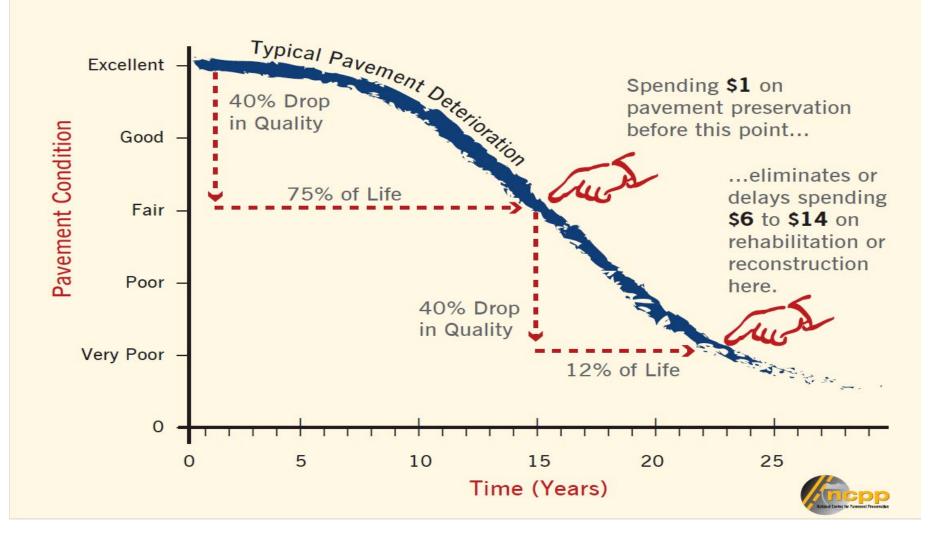


Revenue Cliff

- IIJA investments are through 2026.
- Governor's Rebuilding Michigan program is 4 year program, investing \$3.5 B.
- Where are revenues for 2027 and beyond?
- Can not wait for crisis. State needs a long-term sustainable solution.

Asset Management (invest early)

PAVEMENT PRESERVATION IS COST EFFECTIVE



Workforce Development

- MITA Hiring Fairs
 - March 23 Mount Pleasant
 - March 25 Grand Rapids
 - March 28 Detroit
- Access for All A free 13-week construction trades program in Detroit. 81% of graduates earn a job or apprenticeship in the skilled trades industry.
- Detroit Workforce of the Future A free 16-week program for Detroit high school seniors at Osborn, Cody, Pershing and Randolph high schools.
- **Gaylord Heavy Equipment Class** Through a state grant, a heavy-equipment class at Gaylord High School was established. Students are provided up to two-years of classroom and seat time learning the basics of heavy-equipment operation.
- ACE Mentor Program of Michigan Designed to introduce high-school students to the wide range of careers in architecture, construction and engineering.



Workforce Development (cont.)

- **OJT Training** MDOT and MITA have established an On the Job Training Program to help facilitate the hiring of young employees by contractors working on MDOT projects. MDOT can offer certain incentives to participating companies.
- Sector Strategies Learning Network Planning Team Employer led collaborative designed to address critical workforce needs. These partnerships bring together employers, educators and workforce partners to create talent solutions.
- **Career Readiness Cross-Sector Team** Formed by the Department of Labor and Economic Opportunity to expand secondary learning opportunities for all students through career and technical education.
- **Good paying jobs** workforce did not leave during the pandemic and picked up from other industries.
- More investment is usually spent on materials and not all on labor force
- Bring them back to Michigan



QUESTIONS?